

RESOLUTION NO. 18-01

RESOLUTION APPROVING FINANCIALLY SOUND DETERMINATIONS FOR THE CHARTER SCHOOL FACILITIES PROGRAM APPLICATIONS RECEIVED UNDER THE PROPOSITION 51 FUNDING ROUND

January 17, 2018

WHEREAS, the Charter School Facilities Program (Program) was established (Statutes of 2002) for the purpose of providing charter schools with funding to construct new facilities and modernize old facilities; and

WHEREAS, modeled after the State's School Facilities Program, the Program funds 50 percent of facilities project costs as a grant from the State, and 50 percent as a lease, which the charter school is responsible for repaying to the State; and

WHEREAS, the California School Finance Authority (Authority) and the State Allocation Board (Board), staffed by the Office of Public School Construction, are jointly designated to administer this per-pupil facilities aid Program, and the Authority is authorized by Education Code section 17078.57 to determine whether applicants to the Program are financially sound for purposes of the Program at the time of Preliminary, Advance, and Final Apportionment; and

WHEREAS, Proposition 51, passed by California voters in November 2016, established an additional \$500 million for apportionments under the Program and 93 applications have been received requesting preliminary apportionments of the available funds; and

WHEREAS, the Authority has reviewed, through the methodology established pursuant to Education Code 17078.57, the eligible applications and made the determinations concerning each application, as listed on Exhibit A of this resolution indicating whether each charter school was found financially sound for purposes of Preliminary and Advance Apportionment, but not for purposes of Final Apportionment under the Program; and

WHEREAS, these determinations of financial soundness will be provided to the Office of Public School Construction as it makes recommendations of Preliminary Apportionments to the State Allocation Board under the Proposition 51 funding round; and

WHEREAS, these determinations as they relate to those applications determined to be financially sound for purposes of Preliminary / Advance Apportionment, are in place for twelve months and assumes no financial, operational, or legal material findings within this time period.

WHEREAS, these determinations as they relate to those applications determined to be financially sound for purposes of Advance Apportionment, are in place for twelve months, assumes no financial, operational, or legal material findings within this time period, and are contingent on the applicant providing evidence of the restricting of funds for the lump sum matching share payment for their respective projects, if applicable.

NOW, THEREFORE, BE IT RESOLVED by the California School Finance Authority as follows:

Section 1. The Authority approves the determinations of financial soundness for the applicant charter schools as individually listed on Exhibit A of Resolution No. 18-01, for the purposes of the Charter School Facilities Program Preliminary and Advance Apportionments, but not for purposes of Final Apportionment. This determination as it relates to the Advance Apportionments is in place for twelve months; assumes no financial, operational, or legal material findings within this time period; and is contingent on the applicant providing evidence of the restricting of funds for the lump sum matching share payment for their respective project, if applicable.

Section 2. The Executive Director of the Authority is hereby authorized, for and on behalf of the Authority, to notify the State Allocation Board and the Office of Public School Construction and provide documentation regarding its determinations of financial soundness for the referenced charter schools in Exhibit A.

Section 3. This resolution shall take effect immediately upon its approval.

Date of Adoption: January 17, 2018

Exhibit A
Resolution No. 18-01
California School Finance Authority
January 17, 2018

No.	Applicant/Charter School	County	Purpose	Preliminary Apportionment Amount	Matching Share Repayment Option	Financial Sound Determination
A.	Aspire Berkeley Maynard	Alameda	Rehabilitation	\$21,350,078	Loan	Sound
B.	Caliber - Beta Academy	Contra Costa	New Construction, Rehabilitation	\$25,995,310	Loan	Sound
C.	California Montessori Project - San Juan Campus	Sacramento	Rehabilitation	\$13,469,210	Lump Sum	Sound; based on lump sum contribution from district
D.	Charter School of Morgan Hill	Santa Clara	Rehabilitation	\$13,799,424	Loan	Sound
E.	Creative Arts	San Francisco	New Construction, Rehabilitation	\$14,000,000	Loan/Lump Sum	Sound; based on \$2.2 million contribution from district
F.	East Bay Innovation Academy	Alameda	New Construction, Rehabilitation	\$15,000,000	Loan	Sound
G.	Education for Change - Achieve Academy	Alameda	Rehabilitation	\$23,252,159	Loan	Sound
H.	Education for Change - Lazear Academy	Alameda	New Construction, Rehabilitation	\$5,397,546	Loan	Sound
I.	Gateway International School	Sacramento	Rehabilitation	\$14,144,942	Loan	Sound
J.	KIPP Bridge Academy	Alameda	Rehabilitation	\$24,213,800.60	Loan	Sound
K.	KIPP Summit Academy	Alameda	Rehabilitation	\$18,559,799	Loan	Sound
L.	Lighthouse Community Charter - Lodestar	Alameda	New Construction, Rehabilitation	\$50,079,323.60	Loan	Sound
M.	LPS Oakland R & D (at Castlemont)	Alameda	New Construction, Rehabilitation	\$29,991,921	Loan	Sound
N.	Luis Valdez Leadership Academy*	Santa Clara	New Construction, Rehabilitation	\$33,908,753	Loan	Withheld due to pending charter renewal and review of covenants related to prior financings
O.	Manzanita Public Charter School	Santa Barbara	New Construction, Rehabilitation	\$783,770	Loan/Lump Sum	Sound; based on partial lump payment from school's reserve account
P.	PACE Academy	Shasta	New Construction, Rehabilitation	\$5,649,289	Lump Sum	Sound; based on lump sum contribution from district
Q.	Rise Kohyang High School	Los Angeles	New Construction	\$47,933,354	Loan	Sound
R.	SOAR Charter Academy School	San Bernardino	New Construction	\$4,939,832	Loan	Sound
S.	Yu Ming Charter School (Herzog)	Alameda	New Construction, Rehabilitation	\$7,500,000	Loan	Sound

*-Withheld to February 2018 Meeting